

**SCHEDULE SHOWING 2003-04 AND 2004-05 REVENUE ESTIMATES FOR ALL FUNDS
BY FISCAL REVIEW STAFF - ACCRUAL COLLECTIONS**

	FRC STAFF ESTIMATES	% INC. (DEC.) OVER		FRC STAFF ESTIMATES	% INC. (DEC.) OVER	
REVENUE SOURCE	FY03-04	FY02-03	*	FY04-05	FY03-04	*
SALES & USE TAX	\$5,787,298,000	6.03 ²⁾		\$6,088,238,000	5.2 ³⁾	
GASOLINE TAX	602,080,000	.04		611,111,000	1.5	
MOTOR FUEL TAX	165,351,000	6.40		169,485,000	2.5	
GASOLINE INSPECTION TAX	62,003,000	1.88		63,553,000	2.5	
MOTOR VEHICLE REG. TAX	234,169,000	4.06		243,536,000	4.0	
INCOME TAX	130,344,000	12.51		136,861,000	5.0	
PRIVILEGE TAX ¹⁾	238,923,000	10.34		248,480,000	4.0	
GROSS RECEIPTS TAX - TVA	202,046,000	1.79		206,087,000	2.0	
GROSS RECIPITS TAX-OTHER	17,455,000	(3.75)		18,066,000	3.5	
BEER TAX	17,596,000	3.12		17,948,000	2.0	
ALCOHOLIC BEVERAGE TAX	36,392,000	6.85		37,302,000	2.5	
FRANCHISE & EXCISE TAX	1,098,900,000	2.54 ⁴⁾		1,110,237,000	1.0 ⁵⁾	
INHERITANCE TAX	96,217,000	15.72 ⁶⁾		86,595,000	(10.0)	
TOBACCO TAX	119,598,000	4.25 ⁷⁾		119,598,000	-	
MOTOR VEHICLE TITLE FEES	11,249,000	2.47		11,474,000	2.0	
MIXED DRINK TAX	41,037,000	6.81		42,596,000	3.8	
BUSINESS TAX	95,000,000	134.68 ⁸⁾		97,850,000	3.0	
SEVERANCE TAX	1,100,000	2.43		1,100,000	-	
AMUSEMENT TAX	1,000,000	126.50		1,000,000	-	
TOTALS - FRC STAFF EST.	\$8,957,758,000	5.85		\$9,311,117,000	3.94 ⁹⁾	
F&A REVISED EST. FEB 2004	8,888,700,000	5.03		9,242,400,000	3.98	
EST. OVERAGE COMPARED WITH F&A EST. OF FEB 2004						
ALL FUNDS	\$69,058,000			\$68,717,000		
GENERAL FUND	\$68,978,000			\$72,745,000		
EST. OVERAGE COMPARED TO F&A EST. OF 8-19-03 AS CORRECTED ON 12-1-03						
ALL FUNDS	\$249,058,000					
GENERAL FUND	\$232,378,000					

*SEE APPROPRIATE FOOTNOTE ON ATTACHED PAGE

FOOTNOTES FOR SCHEDULE 1

- 1) PRIVILEGE TAX COLLECTIONS ARE REDUCED BY \$32,000,000 FOR FY04 AND FY05 FOR THE EARMARKED PORTION OF THE TAX.
- 2) THE 6.03% INCREASE REFLECTS AN ESTIMATED GROWTH RATE OF 4.8% FOR APRIL-JULY. THIS TAKES INTO ACCOUNT AN ADJUSTED GROWTH RATE OF APPROXIMATELY 6.0% FOR AUGUST 03-MARCH 04 AFTER DEDUCTING COLLECTIONS (\$33,700,000) AS A RESULT OF POLICY CHANGES WHICH BECAME EFFECTIVE JULY 15TH LAST YEAR AND AFFECTED AUGUST 2003 SALES TAX COLLECTIONS.
- 3) THE 5.2% INCREASE TAKES INTO ACCOUNT THE ONE-TIME COLLECTIONS OF APPROXIMATELY \$33,700,000 IN AUGUST 03 FROM POLICY CHANGES WHICH BECAME EFFECTIVE JULY 15, 2003. WITHOUT SUCH ONE-TIME COLLECTIONS, THE INCREASE WOULD HAVE BEEN APPROXIMATELY 5.8%.
- 4) THE 2.54% INCREASE TAKES INTO ACCOUNT THE \$21,000,000 IN ESTIMATED ONE-TIME COLLECTIONS FROM LEGISLATION PASSED REQUIRING QUARTERLY PAYMENTS EQUAL TO ONE-FOURTH OF THE CURRENT YEAR'S COMBINED FRANCHISE AND EXCISE TAX LIABILITY. THE ESTIMATE RECOGNIZES AN 11.4% INCREASE IN COLLECTIONS FOR THE FIRST EIGHT MONTHS OF FY04 AND ASSUMES AN 8.0% DECREASE IN COLLECTIONS FOR THE LAST FOUR MONTHS OF FY04.
- 5) THE ESTIMATED 1.0% INCREASE RECOGNIZES THE ESTIMATED \$21,000,000 ONE-TIME COLLECTIONS IN FY03-04 AND ASSUMES A 3.0% INCREASE OVER RECURRING ESTIMATED COLLECTIONS OF \$1,077,900,000.
- 6) THE 15.72% INCREASE REFLECTS AN EXCESS OF \$21,000,000 OVER ORIGINAL BUDGETED ESTIMATES FOR AUGUST-MARCH 04 AND ASSUMES COLLECTIONS FOR THE LAST FOUR MONTHS OF FY04 WILL BE ABOUT THE SAME AS THE LAST FOUR MONTHS OF FY03.
- 7) THE 4.25% INCREASE ASSUMES COLLECTIONS FOR THE LAST FOUR MONTHS OF FY04 WILL BE ABOUT THE SAME AS THE LAST FOUR MONTHS OF FY03.
- 8) THE ESTIMATE ASSUMES ANY EFFECTIVE DATE ISSUES ARE RESOLVED AND THE TAX WILL BE FULLY COLLECTED IN FY04 AND FY05. APPROXIMATELY 80% OF THIS TAX IS ESTIMATED TO OCCUR IN JUNE.
- 9) THE ADJUSTED GROWTH RATE IS APPROXIMATELY 4.6% AFTER EXCLUDING ANY POLICY TAX CHANGES (SALES TAX - \$33,700,000) AND ONE-TIME COLLECTIONS (F&E TAXES - \$21,000,000) FROM THE FY03-04 TOTAL.

**SCHEDULE SHOWING FISCAL REVIEW STAFF
REVENUE ESTIMATES FOR ALL FUNDS AND THE
GENERAL FUND FOR FISCAL YEAR 2003-04**

REVENUE SOURCE	ALL FUNDS	GENERAL FUND
SALES & USE TAX	\$5,787,298,000	\$5,536,129,000
GASOLINE TAX	602,080,000	9,995,000
MOTOR FUEL TAX	165,351,000	3,076,000
GASOLINE INSPECTION TAX	62,003,000	17,981,000
MOTOR VEHICLE REGISTRATION TAX	234,169,000	45,757,000
INCOME TAX	130,344,000	100,365,000
PRIVILEGE TAX	238,923,000	238,923,000
GROSS RECEIPTS TAX - TVA	202,046,000	122,096,000
GROSS RECEIPTS TAX - OTHER	17,455,000	15,067,000
BEER TAX	17,596,000	12,634,000
ALCOHOLIC BEVERAGE TAX	36,392,000	31,235,000
FRANCHISE & EXCISE TAX	1,098,900,000	978,200,000
INHERITANCE TAX	96,217,000	96,217,000
TOBACCO TAX	119,598,000	119,598,000
MOTOR VEHICLE TITLE FEES	11,249,000	8,549,000
MIXED DRINK TAX	41,037,000	22,956,000
BUSINESS TAX	95,000,000	95,000,000
SEVERANCE TAX	1,100,000	400,000
AMUSEMENT TAX	1,000,000	1,000,000
TOTAL	\$8,957,758,000	\$7,455,178,000
GENERAL FUND INCREASE OVER ACTUAL FY02-03		\$493,028,300

**SCHEDULE SHOWING FISCAL REVIEW STAFF
COMPARISON OF 2003-04 GENERAL FUND ESTIMATES**

	F&A	FRC	FRC
	Feb-04	STAFF	OVERAGE
TAX	ESTIMATES	ESTIMATES	(SHORTAGE)
SALES	\$5,520,400,000	\$5,536,129,000	\$15,729,000
GASOLINE	10,100,000	9,995,000	(105,000)
MOTOR FUEL	3,000,000	3,076,000	76,000
GAS INSPECTION	18,000,000	17,981,000	(19,000)
MOTOR VEHICLE REG	46,300,000	45,757,000	(543,000)
INCOME	92,400,000	100,365,000	7,965,000
PRIVILEGE	240,000,000	238,923,000	(1,077,000)
GROSS RECEIPTS - TVA	122,500,000	122,096,000	(404,000)
GROSS RECEIPTS - OTHER	16,400,000	15,067,000	(1,333,000)
BEER	13,000,000	12,634,000	(366,000)
ALCOHOLIC BEVERAGE	30,900,000	31,235,000	335,000
FRANCHISE & EXCISE	947,900,000	978,200,000	30,300,000
INHERITANCE	85,000,000	96,217,000	11,217,000
TOBACCO	115,600,000	119,598,000	3,998,000
MOTOR VEHICLE TITLE FEES	8,400,000	8,549,000	149,000
MIXED DRINK	22,600,000	22,956,000	356,000
BUSINESS	92,000,000	95,000,000	3,000,000
SEVERANCE	400,000	400,000	-
AMUSEMENT	1,300,000	1,000,000	(300,000)
TOTAL	\$7,386,200,000	\$7,455,178,000	\$68,978,000
FRC STAFF GEN FUND EST. COMPARED WITH FEB 04 EST:			FRC OVERAGE (SHORTAGE)
SALES	\$5,520,400,000	\$5,536,129,000	\$15,729,000
FRANCHISE & EXCISE	947,900,000	978,200,000	30,300,000
ALL OTHER TAXES	917,900,000	940,849,000	22,949,000
TOTAL	\$7,386,200,000	\$7,455,178,000	\$68,978,000

**SCHEDULE SHOWING FISCAL REVIEW STAFF REVENUE ESTIMATES FOR ALL FUNDS
AND THE GENERAL FUND
FISCAL YEAR 2004-05**

	ALL FUNDS	GENERAL FUND
REVENUE SOURCE	FY04-05	FY04-05
SALES & USE TAX	\$6,088,238,000	\$5,824,008,000
GASOLINE TAX	611,111,000	10,206,000
MOTOR FUEL TAX	169,485,000	3,237,000
GASOLINE INSPECTION TAX	63,553,000	18,659,000
MOTOR VEHICLE REGISTRATION TAX	243,536,000	52,896,000
INCOME TAX	136,861,000	105,356,000
PRIVILEGE TAX	248,480,000	248,480,000
GROSS RECEIPTS TAX - TVA	206,087,000	124,332,000
GROSS RECEIPTS TAX - OTHER	18,066,000	15,631,000
BEER TAX	17,948,000	12,903,000
ALCOHOLIC BEVERAGE TAX	37,302,000	32,046,000
FRANCHISE & EXCISE TAX	1,110,237,000	971,437,000
INHERITANCE TAX	86,595,000	86,595,000
TOBACCO TAX	119,598,000	119,598,000
MOTOR VEHICLE TITLE FEES	11,474,000	8,774,000
MIXED DRINK TAX	42,596,000	23,837,000
BUSINESS TAX	97,850,000	97,850,000
SEVERANCE TAX	1,100,000	400,000
AMUSEMENT TAX	1,000,000	1,000,000
TOTAL	\$9,311,117,000	\$7,757,245,000
GENERAL FUND INCREASE OVER FRC ESTIMATE FOR FY03-04		\$302,067,000

SCHEDULE 5**COMPARISON OF 2004-05 GENERAL FUND ESTIMATES**

	F&A	FRC	FRC
	FEB 04	STAFF	OVERAGE
TAX	ESTIMATES	ESTIMATES	(SHORTAGE)
SALES	\$5,796,300,000	\$5,824,008,000	\$27,708,000
GASOLINE	10,300,000	10,206,000	(94,000)
MOTOR FUEL	3,200,000	3,237,000	37,000
GAS INSPECTION	18,700,000	18,659,000	(41,000)
MOTOR VEHICLE REG	53,800,000	52,896,000	(904,000)
INCOME	97,000,000	105,356,000	8,356,000
PRIVILEGE	244,800,000	248,480,000	3,680,000
GROSS RECEIPTS - TVA	123,500,000	124,332,000	832,000
GROSS RECEIPTS - OTHER	19,900,000	15,631,000	(4,269,000)
BEER	13,300,000	12,903,000	(397,000)
ALCOHOLIC BEVERAGE	31,700,000	32,046,000	346,000
FRANCHISE & EXCISE	951,200,000	971,437,000	20,237,000
INHERITANCE	75,000,000	86,595,000	11,595,000
TOBACCO	115,000,000	119,598,000	4,598,000
MOTOR VEHICLE TITLE FEES	8,600,000	8,774,000	174,000
MIXED DRINK	23,500,000	23,837,000	337,000
BUSINESS	97,000,000	97,850,000	850,000
SEVERANCE	400,000	400,000	0
AMUSEMENT	1,300,000	1,000,000	(300,000)
TOTAL	\$7,684,500,000	\$7,757,245,000	\$72,745,000